

## Message Text

CONFIDENTIAL

PAGE 01 JAKART 05359 250851Z

ACTION EA-06

INFO OCT-01 ISO-00 SSO-00 SS-14 SP-02 INR-05 CIAE-00

INRE-00 /028 W

-----047026 250858Z /11

O 250815Z APR 78

FM AMEMBASSY JAKARTA

TO SECSTATE WASHDC IMMEDIATE 8346

C O N F I D E N T I A L JAKARTA 5359

LIMDIS

E.O. 11652: N/A

TAGS: EFIN, ASEAN, EAID

SUBJECT: VISIT OF PETER SCHAEFER OF DEVELOPMENT ALTERNATIVES

REF: STATE 101773

1. WE DISTRESSED TO LEARN THAT OFFICIAL OF CONTRACTOR WITH WHOM AID NOW NEGOTIATING FOR PROVISION OF TECHNICAL ASSISTANCE TO PROVINCIAL AREA DEVELOPMENT PROJECT IS ENGAGED IN VENTURE (QUOTE VIGOROUSLY SEEKING USG SUPPORT FOR ONE GROUP OF PHILIPPINE MUSLIM LEADERS UNQUOTE) THAT COULD POSSIBLY COMPROMISE THIS VERY ATTRACTIVE BUT AT SAME TIME VERY SENSITIVE PROJECT. ONE OF TWO PROVINCES BEING ASSISTED IS ACEH, A CENTER OF INDONESIAN MUSLIM CONSERVATISM AND SEPARATISM. IF MINISTER OF INTERIOR HERE EVER HAS REASON TO SUSPECT OUR OR CONTRACTOR MOTIVES IN PROVINCIAL AREA DEVELOPMENT PROJECT OTHER THAN AS CLEARLY SET FORTH IN PROJECT AGREEMENTS OR THAT CONTRACTOR NOT ACTING STRICTLY WITHIN LIMITS OF GOI POLICY CONTROL THEN PROJECT WILL BE SHORT-LIVED. OUR CONCERN IS THAT ADVERSE PUBLICITY, TRUE OR NOT, ON THIS PROJECT COULD JEOPARDIZE MUCH OF AID'S ACTIVITIES AND CREDIBILITY IN INDONESIA. WE ALSO CONCERNED THAT BACKGROUND OF OFFICIALS OF DAI AS WELL AS PERSONS ASSIGNED TO WORK IN INDONESIA NOT GIVE SLIGHTEST GROUNDS FOR SUSPICION OUR MOTIVES.

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2. REQUEST DEPARTMENT AND AID IMMEDIATELY REVIEW THE PROPRIETY OF AID'S CHOICE OF CONTRACTORS BASED ON INFO REFTEL AND WHATEVER FURTHER INFORMATION MAY COME TO LIGHT AS RESULT SUCH REVIEW.

MASTERS

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NNN

## Message Attributes

**Automatic Decaptioning:** Z  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** TECHNICAL ASSISTANCE, ECONOMIC DEVELOPMENT, PROVINCE, VISITS, NEGOTIATIONS, CONTRACTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 25 apr 1978  
**Decaption Date:** 20 Mar 2014  
**Decaption Note:** 25 YEAR REVIEW  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978JAKART05359  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** DG ALTERED  
**Executive Order:** GS  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780176-0039  
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**Litigation History:**  
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**Message ID:** 0f1049a8-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EA  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** LIMDIS  
**Original Previous Classification:** n/a  
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**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** LIMDIS  
**Reference:** 78 STATE 101773  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 30 apr 2005  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 2862092  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** VISIT OF PETER SCHAEFER OF DEVELOPMENT ALTERNATIVES  
**TAGS:** EFIN, EAID, ASEAN, (SCHAEFER, PETER)  
**To:** STATE  
**Type:** TE  
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**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
EO Systematic Review  
20 Mar 2014  
**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014